

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1873 - HB 2175

March 12, 2014

SUMMARY OF BILL: Requires any managed care organization (MCO) contracting with a nursing home to implement Medicaid per diem rate changes made by TennCare within a reasonable time frame not to exceed 30 days from the date of the change. Requires the MCO to begin paying the new rate from the effective date of the service and requires all claims to be paid on the rate for the date of service regardless of the date the claim was submitted. Requires an MCO to reprocess for payment of any claims not paid at the correct rate when at the request of a contracted nursing home. Requires any retroactive one-time or other provider payments, other than the daily rates directed by TennCare to be paid by an MCO to a nursing facility, to be paid within 60 days from receipt of those funds from TennCare.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Based on information provided by the Bureau of TennCare, the bill will not significantly affect the current reimbursement or contract structure. Any fiscal impact will be not significant.
- According to the Department of Health, there will not be a significant fiscal or personnel impact to the department.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

/kml

SB 1873 - HB 2175